

REGISTERED NUMBER: 09535190 (England and Wales)

PEARSON COSMETICS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH APRIL 2019

Russell & Russell
Chartered Accountants
4 Royal Crescent
Glasgow
G3 7SL

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FOR THE YEAR ENDED 30TH APRIL 2019**

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PEARSON COSMETICS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 30TH APRIL 2019**

DIRECTOR:	M Pearson
REGISTERED OFFICE:	Thorn House Road One Winsford Industrial Estate Winsford Cheshire CW7 3PZ
REGISTERED NUMBER:	09535190 (England and Wales)
ACCOUNTANTS:	Russell & Russell Chartered Accountants 4 Royal Crescent Glasgow G3 7SL
BANKERS:	Yorkshire Bank

**CHARTERED ACCOUNTANTS' REPORT TO THE DIRECTOR
ON THE UNAUDITED FINANCIAL STATEMENTS OF
PEARSON COSMETICS LIMITED**

The following reproduces the text of the report prepared for the director in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Statement of Comprehensive Income and certain other primary statements and the Report of the Director are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Pearson Cosmetics Limited for the year ended 30th April 2019 which comprise the Income Statement, Balance Sheet, Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of ICAS, we are subject to its ethical and other professional requirements which are detailed at <http://www.icas.com/accountspreparationguidance>.

This report is made solely to the director of Pearson Cosmetics Limited in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Pearson Cosmetics Limited and state those matters that we have agreed to state to the director of Pearson Cosmetics Limited in this report in accordance with the requirements of ICAS as detailed at <http://www.icas.com/accountspreparationguidance>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its director for our work or for this report.

It is your duty to ensure that Pearson Cosmetics Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Pearson Cosmetics Limited. You consider that Pearson Cosmetics Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Pearson Cosmetics Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Russell & Russell
Chartered Accountants
4 Royal Crescent
Glasgow
G3 7SL

20th November 2019

PEARSON COSMETICS LIMITED (REGISTERED NUMBER: 09535190)

**BALANCE SHEET
30TH APRIL 2019**

	Notes	30.4.19 £	£	30.4.18 £	£
FIXED ASSETS					
Tangible assets	4		9,499		14,130
CURRENT ASSETS					
Stocks		216,831		263,621	
Debtors	5	<u>41,748</u>		<u>37,186</u>	
		258,579		300,807	
CREDITORS					
Amounts falling due within one year	6	<u>188,680</u>		<u>201,970</u>	
NET CURRENT ASSETS			<u>69,899</u>		<u>98,837</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			79,398		112,967
CREDITORS					
Amounts falling due after more than one year	7		<u>201,835</u>		<u>182,119</u>
NET LIABILITIES			<u>(122,437)</u>		<u>(69,152)</u>
CAPITAL AND RESERVES					
Called up share capital	10		1		1
Retained earnings			<u>(122,438)</u>		<u>(69,153)</u>
SHAREHOLDERS' FUNDS			<u>(122,437)</u>		<u>(69,152)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30th April 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 30th April 2019 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

BALANCE SHEET - continued
30TH APRIL 2019

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director on 20th November 2019 and were signed by:

M Pearson - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH APRIL 2019**

1. STATUTORY INFORMATION

Pearson Cosmetics Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The company had negative reserves of £122,437 at 30th April 2019. Included in other creditors at 30th April 2019 is £30,823 owed to the director and £201,835 owed to a pension scheme of which the director is the sole beneficiary. The director will continue to provide financial support to Pearson Cosmetics Limited for 12 months following the approval of these accounts and will not recall the loan to the detriment of the company's ability to trade. As such the director believes that it is appropriate to prepare the financial statements on the going concern basis.

Turnover

The turnover shown in the profit and loss account represents the sales value of cosmetic products sold during the year, exclusive of Value Added Tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Display equipment	- 25% straight line
Motor vehicles	- 25% straight line
Computer equipment	- 25% straight line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH APRIL 2019

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 3 (2018 - 3) .

4. TANGIBLE FIXED ASSETS

	Display equipment £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1st May 2018	16,108	9,000	1,891	26,999
Additions	-	-	2,489	2,489
At 30th April 2019	<u>16,108</u>	<u>9,000</u>	<u>4,380</u>	<u>29,488</u>
DEPRECIATION				
At 1st May 2018	7,314	4,646	909	12,869
Charge for year	4,027	2,250	843	7,120
At 30th April 2019	<u>11,341</u>	<u>6,896</u>	<u>1,752</u>	<u>19,989</u>
NET BOOK VALUE				
At 30th April 2019	<u>4,767</u>	<u>2,104</u>	<u>2,628</u>	<u>9,499</u>
At 30th April 2018	<u>8,794</u>	<u>4,354</u>	<u>982</u>	<u>14,130</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.4.19 £	30.4.18 £
Trade debtors	32,808	29,245
Other debtors	<u>8,940</u>	<u>7,941</u>
	<u>41,748</u>	<u>37,186</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH APRIL 2019

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.4.19	30.4.18
	£	£
Bank loans and overdrafts (see note 8)	26,674	26,731
Trade creditors	66,708	39,057
Taxation and social security	370	-
Other creditors	94,928	136,182
	<u>188,680</u>	<u>201,970</u>

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	30.4.19	30.4.18
	£	£
Other creditors	<u>201,835</u>	<u>182,119</u>

8. LOANS

An analysis of the maturity of loans is given below:

	30.4.19	30.4.18
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	26,674	26,731
Other loans	16,978	60,288
	<u>43,652</u>	<u>87,019</u>

Amounts falling due between one and two years:

Other loans - 1-2 years	<u>42,296</u>	<u>44,985</u>
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Amounts falling due between two and five years:

Other loans - 2-5 years	<u>159,539</u>	<u>137,134</u>
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9. SECURED DEBTS

The following secured debts are included within creditors:

	30.4.19	30.4.18
	£	£
Other loans	<u>218,813</u>	<u>242,407</u>

An amount of £201,835 (2018 - £228,702) within other loans is secured over the stock held in the company.

There is a fixed and floating charge over the assets of the company in favour of Morgan Lloyd Trustees Limited as trustee of Beauty UK Cosmetics Pension Scheme.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH APRIL 2019

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid

Number:	Class:	Nominal value:	30.04.19 £	30.04.18 £
60	Ordinary	0.01	0.60	0.60
10	A Ordinary	0.01	0.10	0.10
10	B Ordinary	0.01	0.10	0.10
5	C Ordinary	0.01	0.05	0.05
5	D Ordinary	0.01	0.05	0.05
10	E Ordinary	0.01	0.10	0.10
			<u>1</u>	<u>1</u>

11. OTHER FINANCIAL COMMITMENTS

The company has future operating lease commitments of £72,905 (2018 - £95,928).

12. ULTIMATE CONTROLLING PARTY

The company was under the control of M Pearson throughout the current and previous period.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.